

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AMENDED APPLICATION OF FRIENDLY)
UTILITIES, INC., FOR AUTHORITY)
TO ACQUIRE AND TO OPERATE THE)
SEWAGE TREATMENT PLANT OWNED)
BY FUTURE FEDERAL SAVINGS AND)
LOAN ASSOCIATION IN JEFFERSON)
COUNTY, KENTUCKY, AND FOR)
AUTHORITY TO INCUR THE NECES-)
SARY DEBT TO ACQUIRE THE SAID)
SEWAGE TREATMENT PLANT)

CASE NO. 8459

ORDER DENYING
PETITION FOR
REHEARING

On August 11, 1982, the Commission issued its Order authorizing Friendly Utilities, Inc., ("Friendly") to acquire and operate the sewage treatment plant owned by Future Federal Savings and Loan Association ("Future Federal"). The Commission in that Order apprised the acquiring corporation that the allowable interest charges should be computed using the weighted average cost of debt and that the value of plant for rate-making purposes would not exceed the purchase price.

On August 31, 1982, Friendly filed a petition for rehearing in this matter on the issue of whether the Commission erred in denying the purchaser the benefits achieved by purchasing the sewage treatment facilities owned by Future Federal at below book value.

No matters presented in Friendly's petition for rehearing point to any new evidence or issues which were not

considered by the Commission in its Order of August 11, 1982.

Therefore, the Commission, after further consideration of the evidence of record, finds that Friendly's petition for rehearing should be denied.

IT IS THEREFORE ORDERED that the petition for rehearing filed August 31, 1982, be and it hereby is denied.

Done at Frankfort, Kentucky, this 20th day of September, 1982.

PUBLIC SERVICE COMMISSION

Marlin M. Voth
Chairman

Katherine Gaudale
Vice Chairman

Jim Carver
Commissioner

ATTEST:

Secretary